

FISCAL MEMORANDUM

HB 4042 – SB 4074

March 17, 2008

SUMMARY OF AMENDMENT (015164): Requires the human resource agencies to apply for three-year step down grants to implement a Moral Kombat program and establishes criteria for receiving such grants.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$509,000 FY08-09
\$365,000 FY09-10

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures - \$409,000 FY08-09
\$352,500 FY09-10
\$112,500 FY10-11

Assumptions applied to amendment:

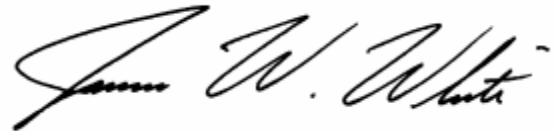
- The bill as amended requires the Tennessee Human Resource Agencies to apply for three-year step down grants to implement the Moral Kombat programs. It is unknown of grants that the agencies will be able to receive. The state will need to provide the funding for the first three fiscal years.
- Currently, the First Tennessee Human Resource Agency (FTHRA) offers a Moral Kombat program. The bill as amended will expand this program statewide.
- FTHRA will need \$25,000 the first year and \$12,500 each of the following two years to assist in the implementation of the Moral Kombat program in the other human resource agencies and to collect and analyze data to provide an accurate summary report at the end of each fiscal year.
- Each of the eight human resource agencies that are not currently offering a Moral Kombat program will receive \$48,000 in year one, \$42,500 in year two, and \$12,500 in year three.
- The total estimated increase in expenditures is \$409,000 in FY08-09, \$352,500 in FY09-10, and \$112,500 in FY10-11.

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- The \$409,000 in FY08-09 includes: \$345,000 in operating costs, \$48,000 in training costs for facilitators, and \$16,000 in training costs for program administrators.
- The \$352,500 in FY09-10 includes: \$252,500 in operating costs, \$12,000 in annual evaluation costs, \$8,000 in annual quality assurance, and \$80,000 in scholarship fund support.
- The \$112,500 in FY10-11 includes: \$12,500 in operating costs, \$12,000 in annual evaluation costs, \$8,000 in annual quality assurance, and \$80,000 in scholarship fund support.
- After the first three years, the Moral Kombat programs will be self-supporting through internally generated fees from classes and by local “scholarship” fundraising activities.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/kml